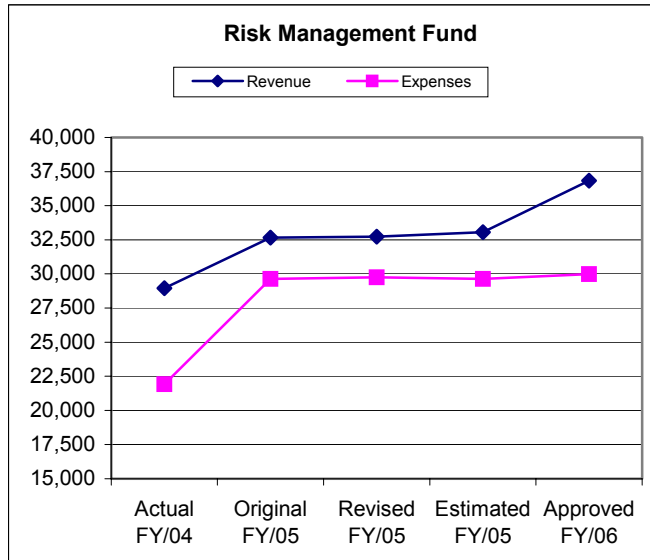


## RISK MANAGEMENT FUND – 705

The Risk Management Fund is managed by the Risk Management Division of the Finance and Administrative Services Department except for the Unemployment Compensation and Employee Equity Programs that are managed by the Human Resources Department. This internal service fund captures revenue and expense for administering claims and risk management programs and promoting health and safety awareness for the City. Fund 705 is part of the Governmental Excellence and Effectiveness Goal to provide high quality and efficient service to the public and other city agencies. The program strategies address employee equity, health services, safety, substance abuse programs, tort and other claims management, workers' compensation and unemployment compensation.



- Risk Management Fund revenues are derived from a cost of risk allocation assessed to each city department. The annual risk allocation process takes into consideration department loss experience as well as exposure to loss.
- The City makes every effort to maintain costs. In FY/06 there is an increased appropriation of \$195 thousand to fund anticipated increases in the Employee Health Center contract as the contract is up for renewal this year.
- The City established a five-year recovery plan in FY/03 to eliminate the \$11.6 million deficit in the fund. City departments will contribute \$2.3 million per year through FY/07. This is reflected in the graph as revenues are higher than appropriations.

### RISK MANAGEMENT FUND – 705 RESOURCES, APPROPRIATIONS AND WORKING CAPITAL BALANCE

(000's)	ACTUAL FY/04	ORIGINAL BUDGET FY/05	REVISED BUDGET FY/05	ESTIMATED ACTUAL FY/05	APPROVED BUDGET FY/06	APPR 06/ EST ACT 05 CHG
<b>RESOURCES:</b>						
Miscellaneous Revenues	292	500	500	812	500	(312)
Internal Service Revenues	28,661	32,159	32,240	32,239	36,327	4,088
<b>Total Current Resources</b>	<b>28,953</b>	<b>32,659</b>	<b>32,740</b>	<b>33,051</b>	<b>36,827</b>	<b>3,776</b>
Beginning Working Capital Balance	14,935	15,219	15,219	15,219	18,629	3,410
<b>TOTAL RESOURCES</b>	<b>43,888</b>	<b>47,878</b>	<b>47,959</b>	<b>48,270</b>	<b>55,456</b>	<b>7,186</b>
<b>APPROPRIATIONS:</b>						
Internal Service Operations	21,072	28,769	28,883	28,769	29,238	469
Transfer to General Fund - 110	837	872	872	872	740	(132)
<b>TOTAL APPROPRIATIONS</b>	<b>21,909</b>	<b>29,641</b>	<b>29,755</b>	<b>29,641</b>	<b>29,978</b>	<b>337</b>
<b>ADJUSTMENTS TO WORKING CAPITAL</b>	<b>(6,760)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>ENDING WORKING CAPITAL BALANCE</b>	<b>15,219</b>	<b>18,237</b>	<b>18,204</b>	<b>18,629</b>	<b>25,478</b>	<b>6,849</b>